SECTION I CONTRACT CLAUSES

1. CLAUSES INCORPORATED BY REFERENCE

(FAR 52.252-2) (FEB 1998)

This contract incorporates one or more clauses by reference, with the same force and effect as if they were given in full text. Upon request, the Contracting Officer will make their full text available. Also, the full text of a clause may be accessed electronically at this address:

http://www.arnet.gov

FEDERAL ACQUISITION REGULATION (48 CFR CHAPTER 1)

TITLE
DEFINITIONS
GRATUITIES
COVENANT AGAINST CONTINGENT FEES
RESTRICTIONS ON SUBCONTRACTOR
SALES TO THE GOVERNMENT
ANTI-KICKBACK PROCEDURES
CANCELLATION, RECESSION AND
RECOVERY OF FUNDS FOR ILLEGAL OR
IMPROPER ACTIVITY
PRICE OR FEE ADJUSTMENT FOR
ILLEGAL OR IMPROPER ACTIVITY
LIMITATION ON PAYMENTS TO INFLUENCE
CERTAIN FEDERAL TRANSACTIONS
PRINTING/COPYING DOUBLE-SIDED
RECYCLED PAPER
PROTECTING THE GOVERNMENT'S
INTEREST WHEN SUBCONTRACTING WITH
CONTRACTORS DEBARRED, SUSPENDED,
OR PROPOSED FOR DEBARMENT
MATERIAL REQUIREMENTS
BRAND NAME OR EQUAL

NUMBER	DATE	TITLE
52.215-2	JUN 1999	AUDIT AND RECORDS NEGOTIATION
52.215-10	OCT 1997	PRICE REDUCTION FOR DEFECTIVE COST OR PRICING DATA
52.215-11	OCT 1997	PRICE REDUCTION FOR DEFECTIVE COST OR PRICING DATA-MODIFICATION
52.215-12	OCT 1997	SUBCONTRACTOR COST OR PRICING DATA
52.215-13	OCT 1997	SUBCONTRACTOR COST OR PRICING DATA- MODIFICATION
52.215-14	OCT 1997	INTEGRITY OF UNIT PRICES
52.215-15	DEC 1998	PENSION ADJUSTMENTS AND ASSEST REVERSIONS
52.215-17	OCT 1997	WAIVER OF FACILITIES CAPITAL COST OF MONEY
52.215-19	OCT 1997	NOTIFICATION OF OWNERSHIP CHANGES
52.216-2	JAN 1997	ECONOMIC PRICE ADJUSTMENT, STANDARD SUPPLIES
52.217-8	NOV 1999	OPTION TO EXTEND SERVICES
52.219-8	OCT 1999	UTILIZATION OF SMALL BUSINESS CONCERNS
52.219-9	OCT 1999	SMALL BUSINESS SUBCONTRACTING PLAN – ALT II
52.219-14	DEC 1996	LIMITATIONS ON SUBCONTRACTING
52.219-16	JAN 1999	LIQUIDATED DAMAGES - SUBCONTRACTING PLAN
52.219-23	OCT 1999	NOTICE OF PRICE EVALUATION ADJUSTMENT FOR SMALL DISADVANATAGED BUSINESS CONCERNS
52.222-1	FEB 1997	NOTICE TO THE GOVERNMENT OF LABOR DISPUTES
52.222-3	AUG 1996	CONVICT LABOR
52.222-20	DEC 1996	WALSH HEALEY PUBLIC CONTRACTS ACT
52.222-24	FEB 1999	PREAWARD ON-SITE EQUAL OPPORTUNITY COMPLIANCE EVALUATION
52.222-26	FEB 1999	EQUAL OPPORTUNITY

NUMBER	DATE	TITLE
52.222-36	JUN 1998	AFFIRMATIVE ACTION FOR WORKERS WITH DISABILITIES
52.222-37	JAN 1999	EMPLOYMENT RECORDS ON DISABLED VETERANS AND VETERANS OF THE VIETNAM ERA
52.223-4	OCT 1997	RECOVERED MATERIAL CERTIFICATION
52223-5	APR 1998	POLLUTION PREVENTION AND RIGHT-TO- KNOW INFORMATION
52.223-6	JAN 1997	DRUG-FREE WORKPLACE
52.223-9	OCT 1997	CERTIFICATION AND ESTIMATE
		OF PERCENTAGE OF RECOVERED
		MATERIAL CONTENT FOR
		EPA DESIGNATED ITEMS
52.223-10	OCT 1997	WASTE REDUCTION PROGRAM
52.223-11	JUN 1996	OZONE DEPLETING SUBSTANCE
52.223-13	OCT 1997	CERTIFICATION OF TOXIC CHEMICAL
		RELEASE REPORTING
52.223-14	OCT 1996	TOXIC CHEMICAL RELEASE REPORTING
52.224-1	APR 1984	PRIVACY ACT NOTIFICATION
52.224-2	APR 1984	PRIVACY ACT
52.225-13	FEB 2000	RESTRICTIONS ON CERTAIN FOREIGN
		PURCHASES
52.225-14	FEB 2000	INCONSISTENCY BETWEEN ENGLISH VERSION AND TRANSLATION OF CONTRACT
52.227-1	JUL 1995	AUTHORIZATION AND CONSENT
52.227-2	AUG 1996	NOTICE AND ASSISTANCE REGARDING
		PATENT AND COPYRIGHT INFRINGEMENT
52.227-3	APR 1984	PATENT INDEMNITY
52.227-19	JUN 1987	COMMERCIAL COMPUTER SOFTWARE-
		RESTRICTED RIGHTS
52.229-3	JAN 1991	FEDERAL, STATE, AND LOCAL TAXES
52.229-5	APR 1984	TAXES CONTRACTS PERFORMED IN U.S. POSSESSIONS OR PUERTO RICO
52.232-1	APR 1984	PAYMENTS
52.232-8	MAY 1997	DISCOUNTS FOR PROMPT PAYMENT
52.232-9	APR 1984	LIMITATIONS ON WITHHOLDING
		PAYMENTS

NUMBER	DATE	TITLE		
52.232-11	APR 1984	EXTRAS		
52.232-17	JUN 1996	INTEREST		
52.232.18	APR 1984	AVAILABILITY OF FUNDS		
52.232-23	JAN 1986	ASSIGNMENT OF CLAIMS		
52.232-33	MAY 1999	PAYMENT BY ELECTRONIC FUNDS		
		TRANSFER - CENTRAL CONTRACTOR		
		REGISTRATION		
52.232-36	MAY 1999	PAYMENT BY THIRD PARTY		
52.233-1	DEC 1998	DISPUTES		
52.233-3	AUG 1996	PROTEST AFTER AWARD		
52.237-3	JAN 1991	CONTINUITY OF SERVICES		
52.242-13	JUL 1995	BANKRUPTCY		
52.242-15	AUG 1989	STOP WORK ORDER		
52.243-1	APR 1987	CHANGES FIXED PRICE ALTERNATE II		
52.244-2	AUG 1998	SUBCONTRACTS		
52.245-2	DEC 1989	GOVERNMENT PROPERTY		
		(FIXED-PRICE CONTRACTS)		
52.246-17	APR 1984	WARRANTY OF SUPPLIES FOR A NON		
		COMPLEX NATURE		
52.246-25	FEB 1997	LIMITATION OF LIABILITYSERVICES		
52.249-2	SEP 1996	TERMINATION FOR CONVENIENCE OF		
		THE GOVERNMENT (FIXED-PRICE)		
52.249-8	APR 1984	DEFAULT (FIXED-PRICE SUPPLY AND		
		SERVICE)		
52.253-1	JAN 1991	COMPUTER GENERATED FORMS		
DOI ACQUISITION REGULATION (48 CFR CHAPTER 14) CLAUSES				
1452.203-70	JUL 1996	RESTRICTION ON ENDORCEMENTS		
1452.210-70	JUL 1996	BRAND NAME OR EQUAL, DEPARTMENT OF		
1452.215-70	APR 1984	THE INTERIOR EXAMINATION OF RECORDS BY THE		
1432.213-70	AFK 1704	DEPARTMENT OF THE INTERIOR		
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1434.413-71	AFK 1704	INFORMATION DOI		
		INFORMATION DOI		

2. FIRST ARTICLE APPROVAL - CONTRACTOR TESTING

(FAR 52.209-3) (SEPT 1989)

- A. The Contractor shall test one unit of each uniform component as specified in this contract. At least 15 calendar days before the beginning of first article tests, the Contractor shall notify the Contracting Officer, in writing, of the time and location of the testing so that the Government may witness the tests.
- B. The Contractor shall submit the first article test report within 30 calendar days from the date of this contract to each Agency Contracting Officer's Technical Representative marked "First Article Test Report: Contract Number C2460A0001, Lot/Item Number: to be inserted." Within 15 calendar days after the Government receives the test report, the Contracting Officer shall notify the Contractor, in writing, of the conditional approval, approval, or disapproval of the first article. The notice of conditional approval or approval shall not relieve the Contractor from complying with all requirements of the specifications and all other terms and conditions of this contract. A notice of conditional approval shall state any further action required of the Contractor. A notice of disapproval shall cite reasons for the disapproval.
- C. If the first article is disapproved, the Contractor, upon Government request, shall repeat any or all first article tests. After each request for additional tests, the Contractor shall make any necessary changes, modifications, or repairs to the first article or select another first article for testing. All costs related to these tests are to be borne by the Contractor, including any and all costs for additional tests following a disapproval. The Contractor shall then conduct the tests and deliver another report to the Government under the terms and conditions and within the time specified by the Government. The Government shall take action on this report within the time specified in paragraph (b) above. The Government reserves the right to require an equitable adjustment of the contract price for any extension of the delivery schedule, or for any additional costs to the Government related to these tests.
- D. If the Contractor fails to deliver any first article report on time, or the Contracting Officer disapproves any first article, the Contractor shall be deemed to have failed to make delivery within the meaning of the Default clause of this contract.
- E. Unless otherwise provided in the contract, and if the approved first article is not consumed or destroyed in testing, the Contractor may deliver the approved first articles as part of the contract quantity if it meets all contract requirements for acceptance.

- F. If the Government does not act within the time specified in paragraphs B or C above, the Contracting Officer shall, upon timely written request from the Contractor, equitably adjust under the changes clause of this contract the delivery or performance dates and/or the contract price, and any other contractual term affected by the delay.
- G. Before first article approval, the acquisition of materials or components for, or the commencement of production of, the balance of the contract quantity is at the sole risk of the Contractor. Before first article approval, the costs thereof shall not be allocable to this contract for (1) progress payments, or (2) termination settlements if the contract is terminated for the convenience of the Government.
- H. The Government may waive the requirement for first article approval test where supplies identical or similar to those called for in the schedule have been previously furnished by the offeror/contractor and have been accepted by the Government. The offeror/contractor may request a waiver.

3. **OPTION TO EXTEND THE TERM OF THE CONTRACT**

(FAR 52.217-9) (MAR 1989)

- A. The Government may extend the term of this contract by written notice to the Contractor within the time specified in the Schedule; provided that the Government shall give the Contractor a preliminary written notice of its intent to extend at least 60 days before the contract expires. The preliminary notice does not commit the Government to an extension.
- B. If the Government exercises this option, the extended contract shall be considered to include this option provision.
- C. The total duration of this contract, including the exercise of any option under this clause, shall not exceed five years.

4. **REQUIREMENTS**

(FAR 52.216-21) (OCT 1995)

- A. This is a requirements contract for the supplies or services specified, and effective for the period stated, in the Schedule. The quantities of supplies or services specified in the Schedule are estimates only and are not purchased by this contract. Except as this contract may otherwise provide, if the Government's requirements do not result in orders in the quantities described as "estimated" or "maximum" in the Schedule, that fact shall not constitute the basis for an equitable price adjustment.
- B. Delivery or performance shall be made only as authorized by orders issued in accordance with the Ordering clause. Subject to any limitations in the Order Limitations clause or elsewhere in this contract, the Contractor shall furnish to the Government all supplies or services specified in the Schedule and called for by orders issued in accordance with the Ordering Clause. The Government may issue orders requiring delivery to multiple destinations or performance at multiple locations.
- C. Except as this contract otherwise provides, the Government shall order from the Contractor all the supplies or services specified in the Schedule that are required to be purchased by the Government activity or activities specified in the Schedule.
- D. The Government is not required to purchase from the Contractor requirements in excess of any limit on total orders under this contract.
- E. If the Government urgently requires delivery of any quantity of an item before the earliest date that delivery may be specified under this contract, and if the Contractor will not accept an order providing for the accelerated delivery, the Government may acquire the urgently required goods or services from another source.
- F. Any order issued during the effective period of this contract and not completed within that period shall be completed by the Contractor within the time specified in the order. The contract shall govern the Contractor's and Government's rights and obligations with respect to that order to the same extent as if the order were completed during the contract's effective period; provided, that the Contractor shall not be required to make any deliveries under this contract after the effective period of the contract.

5. **ORDERING**

(FAR 52.216-18) (OCT 1995)

- A. Any supplies and services to be furnished under this contract shall be ordered by issuance of delivery orders or task orders by the individuals or activities designated in the Schedule. Such orders may be issued from the effective date of the contract through the end of the effective period.
- B. All delivery orders or task orders are subject to the terms and conditions of this contract. In the event of conflict between a delivery order or task order and this contract, the contract shall control.

6. <u>AFFIRMATIVE ACTION FOR DISABLED VETERANS AND VETERANS OF</u> THE VIETNAM ERA

(FAR 52.222-35) (APR 1998) (ALTERNATE)

A. Definitions.

"All employment openings" includes all positions except executive and top management, those positions that will be filled from within the contractor's organization, and positions lasting 3 days or less. This term includes full-time employment, temporary employment of more than 3 days' duration, and part-time employment.

"Appropriate office of the State employment service system" means the local office of the Federal-State national system of public employment offices with assigned responsibility to serve the area where the employment opening is to be filled, including the District of Columbia, Guam, the Commonwealth of Puerto Rico, and the Virgin Islands.

"Positions that will be filled from within the Contractor's organization" means employment openings for which no consideration will be given to persons outside the Contractor's organization (including any affiliates, subsidiaries, and parent companies) and includes any openings that the Contractor proposes to fill from regularly established "recall" lists. The exception does not apply to a particular opening once an employer decides to consider applicants outside of its organization.

"Veteran of the Vietnam era" means a person who, (1) Served on active duty for a period of more than 180 days, any part of which occurred between August 5, 1964, and May 7, 1975, and was discharged or released therefrom with other than a dishonorable discharge, or (2) Was discharged or released from active duty for a service-connected disability if any part of such active duty was performed between August 5, 1964, and May 7, 1975.

B. General

- (1) Regarding any position for which the employee or applicant for employment is qualified, the Contractor shall not discriminate against the individual because the individual is a disabled veteran or a veteran of the Vietnam era. The Contractor agrees to take affirmative action to employ, advance in employment, and otherwise treat qualified disabled veterans and veterans of the Vietnam era without discrimination based upon their disability or veterans' status in all employment practices such as
 - (i) Employment;
 - (ii) Upgrading;
 - (iii) Demotion or transfer;
 - (iv) Recruitment;
 - (v) Advertising;
 - (vi) Layoff or termination;
 - (vii) Rates of pay or other forms of compensation; and
 - (viii) Selection for training, including apprenticeship.
- (2) The Contractor agrees to comply with the rules, regulations, and relevant orders of the Secretary of Labor (Secretary) issued under the Vietnam Era Veterans' Readjustment Assistance Act of 1972 (the Act), as amended.

C. Listing Openings

- (1) The Contractor agrees to list all employment openings existing at contract award or occurring during contract performance, at an appropriate office of the State employment service system in the locality where the opening occurs. These openings include those occurring at any Contractor facility, including one not connected with performing this contract. An independent corporate affiliate is exempt from this requirement.
- (2) State and local government agencies holding Federal contracts of \$10,000 or more shall also list all employment openings with the appropriate office of the State employment service.
- (3) The listing of employment openings with the State employment service system is required at least concurrently with using any other recruitment source or effort and involves the obligations of placing a bona fide job order, including accepting referrals of veterans and nonveterans. This listing does not require hiring any particular job applicant or hiring from any particular group of job applicants and is not intended to relieve the Contractor from any requirements of Executive orders or regulations concerning nondiscrimination in employment.

- (4) Whenever the Contractor becomes contractually bound to the listing terms of this clause, it shall advise the State employment service system, in each State where it has establishments, of the name and location of each hiring location in the State. As long as the Contractor is contractually bound to these terms and has so advised the State system, it need not advise the State system of subsequent contracts. The Contractor may advise the State system when it is no longer bound by this contract clause.
- D. <u>Applicability</u>. This clause does not apply to the listing of employment openings that occur and are filled outside the 50 States, the District of Columbia, the Commonwealth of Puerto Rico, Guam, and the Virgin Islands.

E. **Postings**

- (1) The Contractor agrees to post employment notices stating
 - (i) The Contractor's obligation under the law to take affirmative action to employ and advance in employment qualified disabled veterans and veterans of the Vietnam era; and
 - (ii) The rights of applicants and employees.
- (2) These notices shall be posted in conspicuous places that are available to employees and applicants for employment. They shall be in a form prescribed by the Deputy Assistant Secretary for Federal Contract Compliance Programs, Department of Labor (Deputy Assistant Secretary), and provided by or through the Contracting Officer.
- (3) The Contractor shall notify each labor union or representative of workers with which it has a collective bargaining agreement or other contract understanding, that the Contractor is bound by the terms of the Act, and is committed to take affirmative action to employ, and advance in employment, qualified disabled veterans and veterans of the Vietnam era.
- F. <u>Noncompliance</u>. If the Contractor does not comply with the requirements of this clause, appropriate actions may be taken under the rules, regulations, and relevant orders of the Secretary issued pursuant to the Act.
- G. <u>Subcontracts</u>. The Contractor shall include the terms of this clause in every subcontract or purchase order of \$10,000 or more unless exempted by rules, regulations, or orders of the Secretary. The Contractor shall act as specified by the Deputy Assistant Secretary to enforce the terms, including action for noncompliance.

7. LOBBYING WITH APPROPRIATED MONEYS

(18 U.S.C. 1913)

No part of the money appropriated by any enactment of Congress shall, in the absence of express authorization by Congress, be used directly or indirectly to pay for any personal service, advertisement, telegram, telephone, letter, printed or written matter, or other device, intended or designed to influence in any manner a Member of Congress, to favor or oppose, by vote or otherwise, any legislation or appropriation by Congress, whether before or after the introduction of any bill or resolution proposing such legislation or appropriation; but this shall not prevent officers or employees of the United States or of its department or agencies from communicating to Members of Congress on the request of any Member or to Congress, through the proper official channels, requests for legislation or appropriations which they deem necessary for the efficient conduct of the public business.

Whoever, being an officer or employee of the United States or of any department or agency thereof, violates or attempts to violate this selection, shall be fined not more than \$500 or imprisoned not more than one year, or both; and after notice and hearing by the superior Officer vested with the power of removing him, shall be removed from office or employment.

8. TRADE AGREEMENTS

(FAR 52.225-5) (APR 2000)

(a) Definitions. As used in this clause –

"Caribbean Basin Country" means any of the following countries: Antigua and Barbuda, Aruba, Bahamas, Barbados, Belize, British Virgin Islands, Costa Rica, Dominica, El Salvador, Grenada, Guatemala, Guyana, Haiti, Jamica, Montserrat, Netherlands Antilles, Nicaragua, Panama, St. Kitts and Nevis, St. Lucia, St. Vincent and the Grenadines, Trinidad and Tobago.

"Carribean Basin country end product" means an article that –

- (1) Is wholly the growth, product, or manufacture of a Caribbean Basin country; or
- (2) In the case of an article that consists in whole or in part of materials from another country, has been substantially transformed in a Caribbean Basin country into a new and different article of commerce with a name, character, or use distinct from that of the article or articles from which it was transformed. The term refers to a product offered for purchase under a supply contract, but for purposes of calculating the value of the end product includes services (except transportation services) incidental to the article, provided that the value of those incidental services does not exceed that of the article itself. The term excludes products that are excluded from duty-free treatment for Caribbean countries under 19 U.S.C. 2703(b), which presently are –

- (i) Textiles and apparel articles that are subject to textile agreements;
- (ii) Footwear, handbags, luggage, flat goods, work gloves, and leather wearing apparel not designated as eligible articles for the purpose of the Generalized System of Preferences under Title V of the Trade Act of 1974;
- (iii) Tuna, prepared or preserved in any manner in airtight containers;
- (iv) Petroleum, or any product derived from petroleum; and
- (v) Watches and watch parts (including cases, bracelets, and straps) of whatever type including, but limited to, mechanical, quartz digital, or quartz analog, if such watches or watch parts contain any material that is the product of any country to which the Harmonized Tariff Schedule of the United States (HTSUS) column 2 of duty apply.

"Designated country" means any of the following countries:

Aruba, Kiribati, Austria Korea, Republic of Bangladesh, Lesotho, Belgium, Liechtenstein, Benin, Luxemborg, Bhutan, Malawi, Botswana, Maldives, Burkina, Faso, Mali, Brundi, Mozambique, Canada, Nepal, Cape Verde, Netherlands, Central Africa, Niger, Republic, Chad, Norway, Comoros, Portugal, Denmark, Rwanda, Djibouti, Sao, Tome and Principe, Equatorial Guinea, Sierra Leone, Finland, Singapore, France, Somalia, Gambia, Spain, Germany, Spain, Germany, Sweden, Greece, Switzerland, Guinea, Tanzania, U.R., Guinea – Bissau, Togo, Haiti, Tuvalu, Hong Kong, Uganda, Ireland, United Kingdom, Israel, Vanuatu, Italy, Western Samoa, Japan, Yemen.

"Designated country end product" means an article that –

- (1) Is wholly the growth, product, or manufacture of a designated country; or
- (2) In the case of an article that consists in whole or in part of materials from another country, has been substantially transformed in a designated country into a new and different article of commerce with a name, character, or use distinct from that of the article or articles from which it was transformed. The term refers to a product offered for purchase under a supply contract, but for purposes of calculating the value of the end product includes services (except transportation services) incidental to the article, provided that the value of those incidental services does not exceed that of the article itself.

"End Product" means supplies delivered under a line item of a Government contract.

"North American Free Trade Agreement country" means Canada and Mexico.

"North American Free Trade Agreement country end product" means an article that -

- 1) Is wholly the growth, product, or manufacture of a North American Free Trade Agreement (NAFTA) country; or
- (2) In the case of an article that consists in whole or in part of materials from another country, has been substantially transformed in a NAFTA country into a new and different article of commerce with a name, character, or use distinct from that of the article or articles from which it was transformed. The term refers to a product offered for purchase under a supply contract, but for purposes of calculating the value of the end product includes services (except transportation services) incidental to the article, provided that the value of those incidental services does not exceed that of the article itself.

"United States" means the 50 States and the District of Columbia, U.S. territories and possessions, Puerto Rico, the Northern Mariana Islands, and any other place subject to U.S. jurisdiction, but does not include leased bases.

- "U.S. made end product" means an article that is mined, produced, or manufactured in the United States or that is substantially transformed in the United States into a new and different article of commerce with a name, character, or use distinct from that of the article or articles from which it was transformed.
- (b) *Implementation*. This clause implements the Trade Agreements Act (19 U.S.C. 2501, et seq.) and the North American Trade Agreements Implementation act of 1993 (NAFTA) (19 U.S.C. 3301 note), by restricting the acquisition of end products that are not U.S. made, designated country, Caribbean Basin country, or NAFTA country end products.
- (c) Delivery of end products. The Contracting Officer has determined that the Trade Agreements Act and NAFTA apply to this acquisition. Unless otherwise specified, these trade agreements apply to all items in the Schedule. The Contractor shall deliver under this contract only U.S. made, designated country, Caribbean Basin country, or NAFTA country end products except to the extent that, in its offer, it specified delivery of other end products in the provision entitled "Trade Agreements Certificate."

9. **ORDER OF PRECEDENCE**

Any inconsistency in the contract will be resolved by giving preference in the following order:

- A. Contractor's Technical Proposal dated April 6, 2000 as clarified on April 28, 2000 and revised on June 26, 2000.
- B. Section B, (excluding specifications);
- C. Section C, Uniform Components Specifications;
- D. Section C, Performance Work Statement;
- E. Section J, List of documents, exhibits, and other attachments;
- F. Section I, Contract clauses; and
- G. Section K, Representations, Certifications, and other Statements of Offerors.